

Idaho Legislative Audits
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Idaho Public Television

Individual Entity Audit Report

Issued: February 11, 2003
Fiscal Year: 2002



EXECUTIVE SUMMARY LEGISLATIVE AUDITS

IDAHO PUBLIC TELEVISION

PURPOSE AND SCOPE. We have audited the financial statements of Idaho Public Television (IPTV) for the fiscal year ended June 30, 2002, in accordance with auditing standards generally accepted in the United States of America. The purpose of our audit was to determine if IPTV's financial statements are materially accurate and reliable, and that IPTV complied with laws and regulations affecting fiscal operations.

In determining how to define IPTV for financial reporting purposes, management has considered all potential component units. The primary entity is IPTV, which includes a central management staff, three fully staffed stations (KAID, KISU, KUID), and an interconnected system between the five public stations in Idaho (KAID, KISU, KUID, KIPT, KCDT). The component units consist of IPTV Foundation, Friends of IPTV – KAID/KIPT, Friends of IPTV – KISU, and Friends of IPTV – KUID/KCDT. The primary entity and component units are included in these basic financial statements.

CONCLUSION. We conclude that IPTV's financial statements are materially accurate and reliable, and fiscal operations materially comply with related laws and regulations. As a result, we issued an unqualified opinion on IPTV's financial statements.

FINDINGS AND RECOMMENDATIONS. There are no findings and recommendations in either this report or the prior audit report.

AGENCY RESPONSE. IPTV has reviewed the report and is in general agreement with its contents.

FINANCIAL SUMMARY. The following schedules briefly summarize the financial operations of IPTV for the fiscal year ended June 30, 2002. Funding for the year included a \$7.6 million General Fund appropriation (of which \$4.1 million was spent in fiscal year 2002), and \$4.1 million transferred from various Foundation and Friends organizations. The General Fund appropriation included \$6 million in one-time funds to complete the Federal Communication Commission's mandated conversion to digital television. IPTV encumbered \$3.5 million of this amount to complete the conversion in fiscal year 2003.

Idaho Public Television
Financial Summary – Fiscal Year 2002

	General Fund	Other State Funds	IPTV Component Unites	Total
Revenues				
State Appropriation	\$4,108,663	\$0	\$0	\$4,108,663
Federal Grants	0	541,982	0	541,982
Contributions and Earnings	0	0	3,939,241	3,939,241
Other Miscellaneous Revenue	0	319,594	0	319,594
Transfers-In/(Out)	0	4,100,401	(4,100,401)	0
Total Revenues	<u>\$4,108,663</u>	<u>\$4,961,977</u>	<u>(\$161,160)</u>	<u>\$8,909,480</u>
Expenditures				
Programming/Production	\$159,799	\$1,603,071	\$2,974	\$1,765,844
Broadcasting	3,028,287	1,122,182	60	4,150,529
Program Information	11,715	372,614	30,572	414,901
Fund Raising/Development	10,972	769,776	22,885	803,633
Management/General	715,439	555,178	3,075	1,273,692
Educational Services	182,451	281,344	111,525	575,320
Total Expenditures	<u>\$4,108,663</u>	<u>\$4,704,165</u>	<u>\$171,091</u>	<u>\$8,983,919</u>
Excess (Deficiency) of Revenues over Expenditures	\$0	\$257,812	(\$332,251)	(\$74,439)
Beginning Balance	<u>0</u>	<u>256,375</u>	<u>5,422,584</u>	<u>5,678,959</u>
Ending Balance	<u><u>\$0</u></u>	<u><u>\$514,187</u></u>	<u><u>\$5,090,333</u></u>	<u><u>\$5,604,520</u></u>

OTHER ISSUES. We discussed other issues of lesser importance which, if changed, would improve internal control, ensure compliance, or improve efficiency.

This report is intended solely for the information and use of Idaho Public Television and the Idaho Legislature and is not intended to be, and should not be, used by anyone other than these specified parties.

We thank the general manager, Peter Morrill, and his staff for their assistance and cooperation given to us during this audit.

QUESTIONS CONCERNING THIS AUDIT SHOULD BE DIRECTED TO:
Ray Ineck, CGFM, Supervisor, Legislative Audits
Thomas Haddock, CPA, CGFM, Managing Auditor